IN THE UNITED STATES DISTRICT COURT

FOR THE DISTRICT OF HAWAII

DENNIS CLAYPOOL, individually and as Guardian Ad Litem for KRISTEN CLAYPOOL, a minor, SHERYL CLAYPOOL, SCOTT CLAYPOOL, and KRISTEN CLAYPOOL,

DECLARATION OF STEPHEN C. **SMITH**

CIVIL NO. CV04-00570 HG-BMK

Plaintiffs,

VS.

CAPTAIN ANDY'S SAILING, INC., BLUE DOLPHIN CHARTERS, LTD. and BLUE DOLPHIN DIVING, INC.,

Defendants.

MATTHEW ISHAM, Individually and as Guardian Ad Litem for HAYDEN ISHAM, a minor, ROXANNE BEST ISHAM,

Plaintiffs,

VS.

BLUE DOLPHIN CHARTERS, LTD. and BLUE DOLPHIN DIVING, LTD., CAPTAIN ANDY'S SAILING, INC.,

Defendants.

IN THE MATTER OF THE COMPLAINT OF BLUE DOLPHIN CHARTERS, LTD. AND TERRY CONNELLY, AS OWNERS OF THE CIVIL NO. CV04-00559 HG-BMK

CIVIL NO. CV05-00037 HG BMK

VESSEL M/V BLUE DOLPHIN, O/N 1082212, FOR EXONERATION FROM AND/OR LIMITATION OF LIABILITY

DECLARATION OF STEPHEN C. SMITH

STEPHEN C. SMITH, hereby declares as follows:

- 1. I am of counsel with the law firm of Carlsmith Ball LLP, and am licensed to practice law in the State of Hawaii, and have been admitted to practice law before this Court. I am the attorney representing Markel International Insurance Co., Ltd. ("Markel") in this action.
- I make this declaration on my personal knowledge and would be 2. competent to testify on the matters stated below.
- I, STEPHEN C. SMITH, declare under penalty of perjury that the foregoing is true and correct.

Executed at Honolulu, Hawaii, on May 25, 2006.

/s/ Stephen C. Smith STEPHEN C. SMITH